

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

January 11, 2002

Lori Wrotenbery
Director
Oil Conservation Division

Coulthurst Investment Company Attn: John Coulthurst 1990 Marin Ave. Berkeley, CA 94707

VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED and FIRST CLASS MAIL

Re:

OCD Case No. 12739

Final Order

Dear Mr. Coulthurst:

Please be advised that the attached order has been entered by the New Mexico Oil Conservation Division ("OCD") in the referenced case, requiring you to bring eight (8) wells into compliance with OCD Rules within thirty days from January 9, 2002, and assessing a civil penalty in the amount of \$12,000 for past and current non-compliance.

Your attention is directed to Paragraph 8 on Page 7 of the attached order for directions regarding payment of this penalty.

You should be further advised that failure to comply with provisions of the order requiring you to bring your wells into compliance may result in assessment of further penalties.

Should you have any questions, please call me at (505)-476-3450.

Very truly yours,

David K. Brooks Assistant General Counsel

cc: Frank Chavez, OCD Aztec District Office